

**CITY OF ROZEL, KANSAS**  
**FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2012**

**VONFELDT, BAUER & VONFELDT, CHTD.**  
**Certified Public Accountants**  
**Larned, Kansas 67550**

CITY OF ROZEL, KANSAS

Financial Statements  
For the Year Ended December 31, 2012

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## INDEPENDENT AUDITORS' REPORT

To the City Council  
City of Rozel, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Rozel, Kansas, as of and for the year ended December 31, 2012 and the related notes to the financial statement.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the Kansas Municipal Audit and Accounting Guide. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Rozel, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Rozel, Kansas as of December 31, 2012, or changes in financial position and cash flows thereof for the year then ended.

*Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Rozel, Kansas as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

*Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. The graphical analysis (Schedule 3 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the financial statement nor required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

VONFELDT, BAUER & VONFELDT, CHTD.  
Certified Public Accountants

May 10, 2013

CITY OF ROZEL, KANSAS  
Summary Statement of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2012

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances
Governmental Type Funds:		
General Fund	\$ 19,463.28	\$ 0.00
Special Purpose Funds:		
Law Enforcement Fund	6,037.34	0.00
Special Highway Fund	12,410.78	0.00
Fire Donations Fund	7,936.89	0.00
Park Donations Fund	54.55	0.00
Bond and Interest Fund:		
Water Debt Service Fund	957.87	0.00
Capital Project Fund:		
Water Treatment Project Fund	4,233.33	0.00
Business Funds:		
Gas Fund	97,994.93	0.00
Water Fund	43,115.72	0.00
Sewer Fund	17,271.05	0.00
Total Reporting Entity (Memorandum Only)	<u>\$ 209,475.74</u>	<u>0.00</u>

Composition of Cash:

The notes to the financial statement are an integral part of this statement.

<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
\$ 127,113.94	\$ 141,444.88	\$ 5,132.34	\$ 2,667.38	\$ 7,799.72
0.00	2,286.64	3,750.70	0.00	3,750.70
4,054.56	12,278.80	4,186.54	0.00	4,186.54
19,867.95	6,849.28	20,955.56	0.00	20,955.56
649.00	231.62	471.93	0.00	471.93
20,119.65	19,542.12	1,535.40	0.00	1,535.40
0.00	4,233.33	0.00	0.00	0.00
114,586.54	109,879.67	102,701.80	0.00	102,701.80
35,312.93	36,276.05	42,152.60	402.69	42,555.29
<u>12,622.73</u>	<u>5,725.12</u>	<u>24,168.66</u>	<u>69.88</u>	<u>24,238.54</u>
<u>\$ 334,327.30</u>	<u>\$ 338,747.51</u>	<u>\$ 205,055.53</u>	<u>\$ 3,139.95</u>	<u>\$ 208,195.48</u>
		NOW Account		\$ 126,077.75
		Money Market Account		54,668.63
		Certificates of Deposit		<u>27,449.10</u>
		Total Reporting Entity		<u>\$ 208,195.48</u>

CITY OF ROZEL, KANSAS  
NOTES TO FINANCIAL STATEMENT  
December 31, 2012

Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

City of Rozel, Kansas is a municipal corporation governed by an elected six-member council. A primary government is a legal entity or public politic and included all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as related municipal entities. City of Rozel, Kansas has no related municipal entities as of December 31, 2012.

B. REGULATORY BASIS FUND TYPES

General fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund - used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital project fund - used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.)

C. BASIS OF ACCOUNTING

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has passed a charter ordinance that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

D. CASH AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available. Cash and investments consist of interest bearing checking accounts, money market accounts and certificates of deposit. Earnings from these investments are allocated to designated funds. Cash and investments are stated at cost.



#### E. COMPARATIVE DATA

Comparative totals for the prior year have been presented in the accompany individual fund financial schedules in order to provide an understanding of changes in the City's financial position and operation.

#### F. TOTAL COLUMNS (MEMORANDUM ONLY)

Total Columns on the Summary Statement of Receipts, Expenditures and Unencumbered Cash are captioned "Memorandum Only" to indicate that they are presented only to aid in financial analysis. Interfund eliminations have not been made in the aggregation of this data; and it is, therefore, not comparable to a consolidation.

#### G. AD VALOREM TAX REVENUE

The determination of assessed valuation and the collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuation and the County Clerk spreads the annual assessment on the tax rolls. One-half of the property taxes are due December 20 and distributed to the City by January 20. The second half is due May 10 and distributed to the City by June 5. The City Treasurer draws available funds from the County Treasurer at designated times throughout the year.

#### H. REIMBURSED EXPENSES

The City records reimbursable expenditures (or expense) in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures (or expenses) are properly offset by the reimbursements.

#### I. USE OF ESTIMATES

The preparation of financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

#### Note 2 - BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments during the year.

## Note 2 - BUDGETARY INFORMATION (Cont'd.)

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

Adjustment for Qualifying Budget Credits: Cities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, reimbursements, gifts and donations and receipts authorized by law to be spent as if they were reimbursed expenses.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds and trust funds.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

## Note 3 - COMPLIANCE WITH KANSAS STATUTES

Management is aware of no statutory violations for the period covered by the audit.

## Note 4 - DEPOSITS

K.S.A. 9-1401 established the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the bank to pledge securities for deposits in excess of FDIC Coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investments of idle funds to time deposits, open accounts, and certificates of deposit with the allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Concentration of Credit Risk: State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial Credit Risk - Deposits: Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance, bank guarantee bonds, or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. There were no designated "peak periods" during the year. All deposits were legally secured at December 31, 2012.

Note 4 - DEPOSITS (Cont'd.)

At December 31, 2012 the City's carrying amount of deposits was \$208,195.48 and the bank balance was \$209,098.83. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$209,098.83 was covered by federal depository insurance.

Note 5 - CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorization	Cash Disbursements and Accounts Payable to Date
Water Treatment System Improvements	\$ 1,283,500.00	\$ 1,282,182.57

## Note 6 - LONG TERM DEBT

Changes in long-term liabilities for the Entity for the year ended December 31, 2012, were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>
General obligation bond:				
To be paid with utility revenues:				
Series 2010-A	3.25%	2/18/2010	\$ 384,000.00	2/18/2050
Series 2010-B	3.25%	2/18/2010	50,000.00	2/18/2050

Total Contractual Indebtedness

Compensated Absences

Total Long-Term Debt

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	<u>12/31/2013</u>	<u>12/31/2014</u>	<u>12/31/2015</u>	<u>12/31/2016</u>
PRINCIPAL:				
General Obligation Bonds	<u>\$ 5,796.28</u>	<u>\$ 5,984.66</u>	<u>\$ 6,179.17</u>	<u>\$ 6,379.98</u>
TOTAL PRINCIPAL	<u>5,796.28</u>	<u>5,984.66</u>	<u>6,179.17</u>	<u>6,379.98</u>
INTEREST:				
General Obligation Bonds	<u>13,745.84</u>	<u>13,557.46</u>	<u>13,362.96</u>	<u>13,162.14</u>
TOTAL INTEREST	<u>13,745.84</u>	<u>13,557.46</u>	<u>13,362.96</u>	<u>13,162.14</u>
TOTAL PRINCIPAL & INTEREST	<u><u>\$ 19,542.12</u></u>	<u><u>\$ 19,542.12</u></u>	<u><u>\$ 19,542.13</u></u>	<u><u>\$ 19,542.12</u></u>

Balance Beginning of Year	Additions	Reductions / Payments	Net Change	Balance End of Year	Interest Paid
\$ 379,189.27	\$ 0.00	\$ 4,967.08		\$ 374,222.19	\$ 12,323.65
49,373.60	0.00	646.75		48,726.85	1,604.64
428,562.87	0.00	5,613.83		422,949.04	13,928.29
1,440.00			(967.68)	472.32	
<u>\$ 430,002.87</u>	<u>\$ 0.00</u>	<u>\$ 5,613.83</u>	<u>\$ (967.68)</u>	<u>\$ 423,421.36</u>	<u>\$ 13,928.29</u>

12/31/2017	12/31/2018 - 12/31/2022	12/31/2023 - 12/31/2027	12/31/2028 - 12/31/2032	12/31/2033 - 12/31/2037	12/31/2038 - 12/31/2042
\$ 6,587.34	\$ 36,290.59	\$ 42,583.80	\$ 49,968.31	\$ 58,633.39	\$ 68,801.09
6,587.34	36,290.59	42,583.80	49,968.31	58,633.39	68,801.09
12,954.79	61,420.02	55,126.84	47,742.31	39,077.26	28,909.54
12,954.79	61,420.02	55,126.84	47,742.31	39,077.26	28,909.54
<u>\$ 19,542.13</u>	<u>\$ 97,710.61</u>	<u>\$ 97,710.64</u>	<u>\$ 97,710.62</u>	<u>\$ 97,710.65</u>	<u>\$ 97,710.63</u>

Note 6 - LONG TERM DEBT (Cont'd.)

	12/31/2043 - 12/31/2047	12/31/2048 - 12/31/2052	Total
PRINCIPAL:			
General Obligation Bonds	\$ 80,731.98	\$ 55,012.45	\$ 422,949.04
TOTAL PRINCIPAL	80,731.98	55,012.45	422,949.04
INTEREST:			
General Obligation Bonds	16,978.64	3,613.92	319,651.72
TOTAL INTEREST	16,978.64	3,613.92	319,651.72
TOTAL PRINCIPAL & INTEREST	\$ 97,710.62	\$ 58,626.37	\$ 742,600.76

Note 7 - INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
Water Treatment Project	Water Debt Service	Bond Issuance	\$ 619.65
Water	Water Debt Service	K.S.A. 12-825d	19,500.00

Note 8 - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

*Compensated Absences.* Full-time employees will accrue one day of vacation per month of employment up to a maximum of twelve days, which cannot be used until the employee has completed six months of employment. After ten years, employees will accrue one and half days of vacation per month of employment up to a maximum of eighteen days. Upon separation of employment employees will be paid for any unused vacation leave, therefore, the potential liability for vacation leave as of December 31, 2012 and 2011 is \$472.32 and \$1,440.00, respectively, which is a net change of (\$967.68).

Full-time employees will accrue one day of sick leave per month up to a maximum of sixty days. Upon separation of employment employees are not paid for any unused sick leave, therefore, there is no potential liability for sick leave as of December 31, 2012.

Note 9 - RISK MANAGEMENT

The City is exposed to various risks of losses related to torts; thefts of, damages to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City obtains coverage from commercial insurance companies in order to effectively manage risk. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years. The City does not participate in a public entity risk pool.

Note 10 - SUBSEQUENT EVENTS

The City has evaluated events subsequent to year end through May 10, 2013, and does not believe any events have occurred which effect the financial statements as presented.

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**

CITY OF ROZEL, KANSAS  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>
Governmental Type Funds:		
General Fund	\$ 183,000.00	\$ 0.00
Special Purpose Funds:		
Law Enforcement Fund	7,000.00	0.00
Special Highway Fund	15,000.00	0.00
Fire Donations Fund	12,000.00	0.00
Park Donations Fund	4,000.00	0.00
Bond and Interest Funds:		
Bond and Interest Fund	22,933.00	0.00
Business Funds:		
Gas Fund	250,000.00	0.00
Water Fund	80,000.00	0.00
Sewer Fund	29,000.00	0.00



<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
\$ 183,000.00	\$ 141,444.88	\$ (41,555.12)
7,000.00	2,286.64	(4,713.36)
15,000.00	12,278.80	(2,721.20)
12,000.00	6,849.28	(5,150.72)
4,000.00	231.62	(3,768.38)
22,933.00	19,542.12	(3,390.88)
250,000.00	109,879.67	(140,120.33)
80,000.00	36,276.05	(43,723.95)
29,000.00	5,725.12	(23,274.88)

CITY OF ROZEL, KANSAS  
GENERAL FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		Current Year		
	Prior Year			Variance
	Actual	Actual	Budget	Over (Under)
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 64,438.63	\$ 67,775.63	\$ 70,227.00	\$ (2,451.37)
Delinquent Tax	3,560.00	2,222.32	500.00	1,722.32
Motor Vehicle Tax	12,424.01	13,870.70	12,302.00	1,568.70
Recreational Vehicle Tax	43.31	71.16	46.00	25.16
16/20M Vehicle Tax	0.00	0.00	1,648.00	(1,648.00)
Sales Tax	13,483.56	13,564.01	13,000.00	564.01
Franchise Tax	4,755.39	4,962.73	6,500.00	(1,537.27)
Fire Protection	5,201.20	5,845.04	6,500.00	(654.96)
Sales Tax Collections	2,412.63	2,564.21	3,000.00	(435.79)
Late Charges	5,779.31	4,233.34	9,000.00	(4,766.66)
Pride	8,203.90	3,548.46	5,000.00	(1,451.54)
Community Center	750.00	1,050.00	2,500.00	(1,450.00)
Reimbursements	4,356.08	6,783.66	4,000.00	2,783.66
Interest on Idle Funds	340.19	205.27	400.00	(194.73)
Miscellaneous	522.62	417.41	250.00	167.41
Close Fund:				
From Law Enforcement	0.00	0.00	7,000.00	(7,000.00)
Total Cash Receipts	<u>126,270.83</u>	<u>127,113.94</u>	<u>\$ 141,873.00</u>	<u>\$ (14,759.06)</u>
Expenditures				
Salaries	24,134.04	29,745.94	30,000.00	(254.06)
Payroll Taxes	4,990.71	6,884.94	8,000.00	(1,115.06)
Utilities	15,647.71	19,763.70	25,000.00	(5,236.30)
Repairs	3,914.67	3,216.87	15,000.00	(11,783.13)
Dues & Continuing Education	4,280.29	2,573.60	7,500.00	(4,926.40)
Professional Fees	11,964.41	12,310.09	17,000.00	(4,689.91)
Insurance	14,533.50	15,488.50	15,000.00	488.50
Sales Tax	4,539.98	3,576.46	5,000.00	(1,423.54)
Office Expense	3,290.71	5,177.87	5,000.00	177.87
Supplies	15,597.93	13,791.79	15,000.00	(1,208.21)
Equipment Fuel	6,949.00	4,866.68	15,000.00	(10,133.32)
Capital Outlay	24,604.50	6,031.73	10,000.00	(3,968.27)
Fire Department	10,043.02	7,205.05	5,000.00	2,205.05
Pride	5,359.79	6,362.53	5,000.00	1,362.53
Community Center	4,963.74	3,312.98	5,000.00	(1,687.02)
Miscellaneous	974.76	1,136.15	500.00	636.15
Total Expenditures	<u>155,788.76</u>	<u>141,444.88</u>	<u>\$ 183,000.00</u>	<u>\$ (41,555.12)</u>

CITY OF ROZEL, KANSAS  
 GENERAL FUND (Cont'd.)  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts Over (Under) Expenditures	(29,517.93)	(14,330.94)		
Unencumbered Cash, Beginning	<u>48,981.21</u>	<u>19,463.28</u>		
Unencumbered Cash, Ending	<u>\$ 19,463.28</u>	<u>\$ 5,132.34</u>		

CITY OF ROZEL, KANSAS  
LAW ENFORCEMENT FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Cash Receipts				
None	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
Total Cash Receipts	0.00	0.00	<u>\$ 0.00</u>	<u>\$ 0.00</u>
Expenditures				
Salaries	0.00	590.94	0.00	590.94
Contractual Services	1,361.61	1,695.70	0.00	1,695.70
Close Fund:				
To General	0.00	0.00	7,000.00	(7,000.00)
Total Expenditures	1,361.61	2,286.64	<u>\$ 7,000.00</u>	<u>\$ (4,713.36)</u>
Receipts Over (Under) Expenditures	(1,361.61)	(2,286.64)		
Unencumbered Cash, Beginning	7,398.95	6,037.34		
Unencumbered Cash, Ending	<u>\$ 6,037.34</u>	<u>\$ 3,750.70</u>		

CITY OF ROZEL, KANSAS  
SPECIAL HIGHWAY FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Cash Receipts				
State of Kansas	\$ 4,070.98	\$ 4,054.56	\$ 4,300.00	\$ (245.44)
Total Cash Receipts	<u>4,070.98</u>	<u>4,054.56</u>	<u>\$ 4,300.00</u>	<u>\$ (245.44)</u>
Expenditures				
Repairs & Supplies	2,007.62	12,278.80	10,000.00	2,278.80
Capital Outlay	<u>0.00</u>	<u>0.00</u>	<u>5,000.00</u>	<u>(5,000.00)</u>
Total Expenditures	<u>2,007.62</u>	<u>12,278.80</u>	<u>\$ 15,000.00</u>	<u>\$ (2,721.20)</u>
Receipts Over (Under) Expenditures	2,063.36	(8,224.24)		
Unencumbered Cash, Beginning	<u>10,347.42</u>	<u>12,410.78</u>		
Unencumbered Cash, Ending	<u>\$ 12,410.78</u>	<u>\$ 4,186.54</u>		

CITY OF ROZEL, KANSAS  
 FIRE DONATIONS FUND  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Cash Receipts				
Donations	\$ 10,011.79	\$ 19,867.95	\$ 3,000.00	\$ 16,867.95
Total Cash Receipts	<u>10,011.79</u>	<u>19,867.95</u>	<u>\$ 3,000.00</u>	<u>\$ 16,867.95</u>
Expenditures				
Commodities	6,747.92	6,849.28	12,000.00	(5,150.72)
Capital Outlay	<u>2,580.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>9,327.92</u>	<u>6,849.28</u>	<u>\$ 12,000.00</u>	<u>\$ (5,150.72)</u>
Receipts Over (Under) Expenditures	683.87	13,018.67		
Unencumbered Cash, Beginning	<u>7,253.02</u>	<u>7,936.89</u>		
Unencumbered Cash, Ending	<u>\$ 7,936.89</u>	<u>\$ 20,955.56</u>		

CITY OF ROZEL, KANSAS  
 PARK DONATIONS FUND  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Cash Receipts				
Donations	\$ 0.00	\$ 649.00	\$ 2,000.00	\$ (1,351.00)
Total Cash Receipts	0.00	649.00	<u>\$ 2,000.00</u>	<u>\$ (1,351.00)</u>
Expenditures				
Commodities	669.94	231.62	4,000.00	(3,768.38)
Total Expenditures	669.94	231.62	<u>\$ 4,000.00</u>	<u>\$ (3,768.38)</u>
Receipts Over (Under) Expenditures	(669.94)	417.38		
Unencumbered Cash, Beginning	724.49	54.55		
Unencumbered Cash, Ending	<u>\$ 54.55</u>	<u>\$ 471.93</u>		

CITY OF ROZEL, KANSAS  
WATER DEBT SERVICE FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Cash Receipts				
Operating Transfer:				
From Water	\$ 20,500.00	\$ 19,500.00	\$ 22,000.00	\$ (2,500.00)
Close Fund:				
From Water Treatment Project	0.00	619.65	0.00	619.65
Total Cash Receipts	<u>20,500.00</u>	<u>20,119.65</u>	<u>\$ 22,000.00</u>	<u>\$ (1,880.35)</u>
Expenditures				
Principal	5,437.13	5,613.83	5,614.00	(0.17)
Interest	14,105.00	13,928.29	13,929.00	(0.71)
Fees	0.00	0.00	3,390.00	(3,390.00)
Total Expenditures	<u>19,542.13</u>	<u>19,542.12</u>	<u>\$ 22,933.00</u>	<u>\$ (3,390.88)</u>
Receipts Over (Under) Expenditures	957.87	577.53		
Unencumbered Cash, Beginning	<u>0.00</u>	<u>957.87</u>		
Unencumbered Cash, Ending	<u>\$ 957.87</u>	<u>\$ 1,535.40</u>		



CITY OF ROZEL, KANSAS  
WATER TREATMENT PROJECT FUND  
Schedule of Receipts and Expenditures - Actual  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid	\$ 115,077.66	\$ 0.00
Total Cash Receipts	<u>115,077.66</u>	<u>0.00</u>
Expenditures		
Capital Outlay	3,520.84	3,613.68
Close Fund:		
To Water Debt Service	<u>0.00</u>	<u>619.65</u>
Total Expenditures	<u>3,520.84</u>	<u>4,233.33</u>
Receipts Over (Under) Expenditures	111,556.82	(4,233.33)
Unencumbered Cash, Beginning	<u>(107,323.49)</u>	<u>4,233.33</u>
Unencumbered Cash, Ending	<u>\$ 4,233.33</u>	<u>0.00</u>

CITY OF ROZEL, KANSAS  
 GAS FUND  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Cash Receipts				
Utility Revenues	\$ 119,041.49	\$ 106,519.59	\$ 140,000.00	\$ (33,480.41)
Connection Fees	450.00	375.00	500.00	(125.00)
Reimbursements	0.00	7,691.95	0.00	7,691.95
Total Cash Receipts	<u>119,491.49</u>	<u>114,586.54</u>	<u>\$ 140,500.00</u>	<u>\$ (25,913.46)</u>
Expenditures				
Salaries	38,114.19	37,043.04	45,000.00	(7,956.96)
Repairs & Supplies	3,812.13	11,141.68	20,000.00	(8,858.32)
Purchased Gas	74,627.44	55,210.77	100,000.00	(44,789.23)
Contractual Services	5,931.48	5,591.22	25,000.00	(19,408.78)
Utilities	1,131.24	892.96	10,000.00	(9,107.04)
Capital Outlay	18,764.00	0.00	50,000.00	(50,000.00)
Total Expenditures	<u>142,380.48</u>	<u>109,879.67</u>	<u>\$ 250,000.00</u>	<u>\$ (140,120.33)</u>
Receipts Over (Under) Expenditures	(22,888.99)	4,706.87		
Unencumbered Cash, Beginning	<u>120,883.92</u>	<u>97,994.93</u>		
Unencumbered Cash, Ending	<u>\$ 97,994.93</u>	<u>\$ 102,701.80</u>		

CITY OF ROZEL, KANSAS  
WATER FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

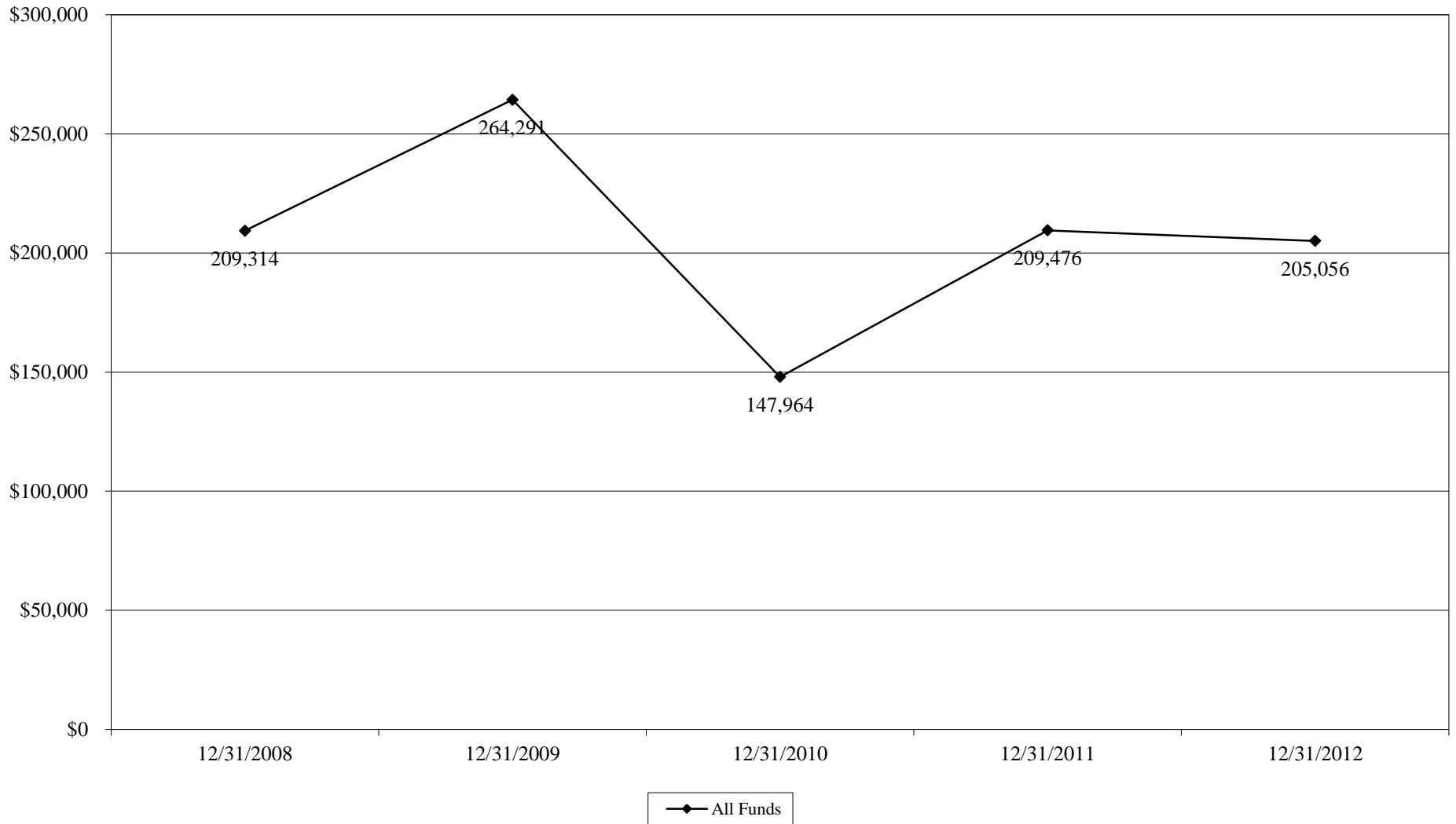
	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Cash Receipts				
Utility Revenues	\$ 37,934.44	\$ 35,087.93	\$ 40,000.00	\$ (4,912.07)
Connection Fees	150.00	225.00	150.00	75.00
Total Cash Receipts	<u>38,084.44</u>	<u>35,312.93</u>	<u>\$ 40,150.00</u>	<u>\$ (4,837.07)</u>
Expenditures				
Salaries	797.53	192.33	7,500.00	(7,307.67)
Repairs & Supplies	9,360.77	6,169.99	20,000.00	(13,830.01)
Utilities	7,297.76	5,884.34	10,000.00	(4,115.66)
Water Fees	1,203.55	1,057.83	5,000.00	(3,942.17)
Contractual Services	0.00	3,471.56	5,000.00	(1,528.44)
Capital Outlay	4,691.00	0.00	10,000.00	(10,000.00)
Miscellaneous	0.00	0.00	500.00	(500.00)
Operating Transfer: To Water Debt Service	<u>20,500.00</u>	<u>19,500.00</u>	<u>22,000.00</u>	<u>(2,500.00)</u>
Total Expenditures	<u>43,850.61</u>	<u>36,276.05</u>	<u>\$ 80,000.00</u>	<u>\$ (43,723.95)</u>
Receipts Over (Under) Expenditures	(5,766.17)	(963.12)		
Unencumbered Cash, Beginning	<u>48,881.89</u>	<u>43,115.72</u>		
Unencumbered Cash, Ending	<u>\$ 43,115.72</u>	<u>\$ 42,152.60</u>		

CITY OF ROZEL, KANSAS  
SEWER FUND  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

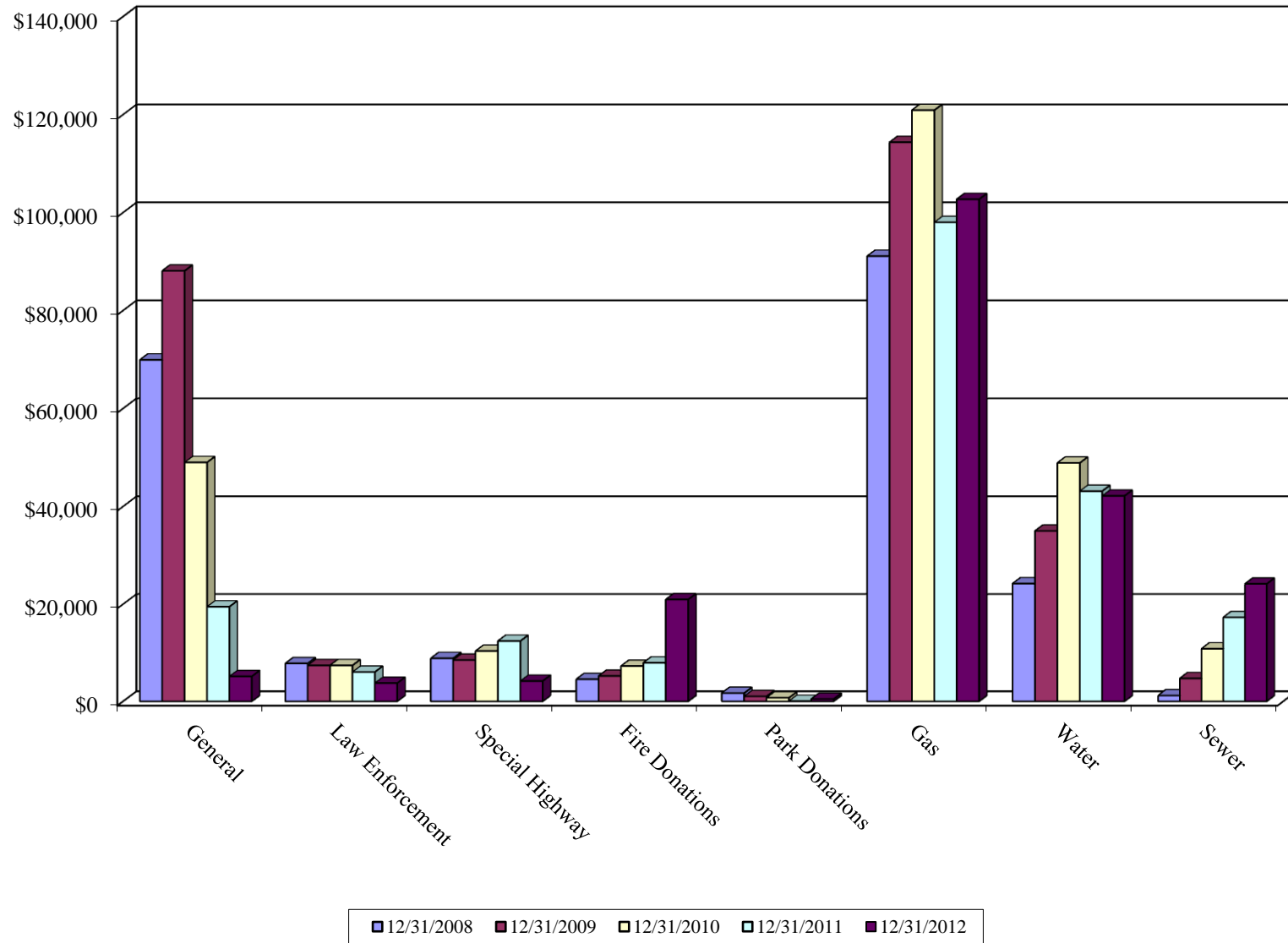
	Prior Year Actual	Current Year		
		Actual	Budget	Variance Over (Under)
Cash Receipts				
Utility Revenues	\$ 13,352.35	\$ 12,622.73	\$ 15,000.00	\$ (2,377.27)
Total Cash Receipts	<u>13,352.35</u>	<u>12,622.73</u>	<u>\$ 15,000.00</u>	<u>\$ (2,377.27)</u>
Expenditures				
Salaries	0.00	0.00	1,500.00	(1,500.00)
Repairs & Supplies	6,302.97	5,101.69	12,000.00	(6,898.31)
Utilities	594.47	623.43	5,000.00	(4,376.57)
Capital Outlay	0.00	0.00	10,000.00	(10,000.00)
Miscellaneous	<u>0.00</u>	<u>0.00</u>	<u>500.00</u>	<u>(500.00)</u>
Total Expenditures	<u>6,897.44</u>	<u>5,725.12</u>	<u>\$ 29,000.00</u>	<u>\$ (23,274.88)</u>
Receipts Over (Under) Expenditures	6,454.91	6,897.61		
Unencumbered Cash, Beginning	<u>10,816.14</u>	<u>17,271.05</u>		
Unencumbered Cash, Ending	<u>\$ 17,271.05</u>	<u>\$ 24,168.66</u>		

## **ADDITIONAL INFORMATION**

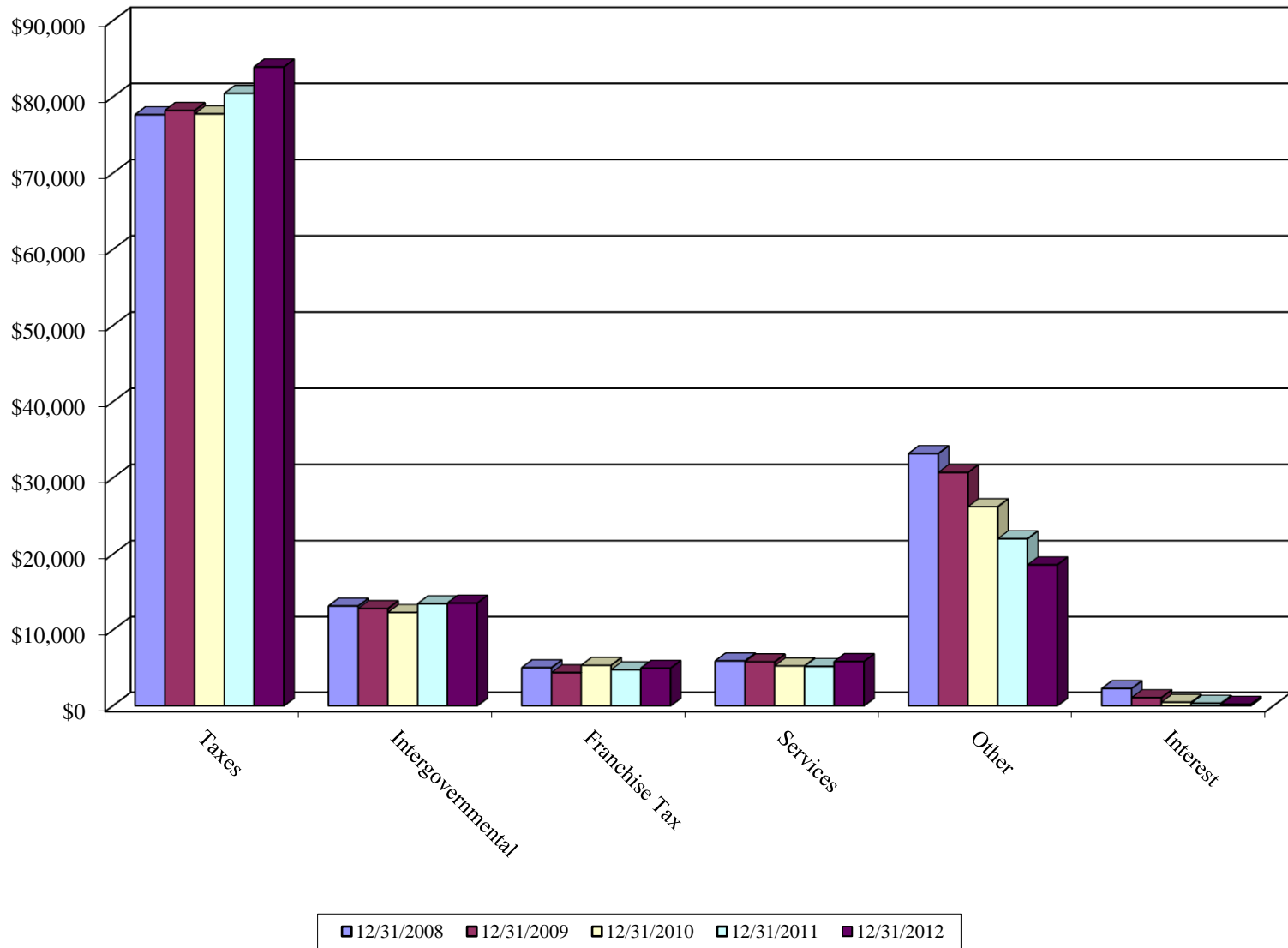
# City of Rozel, Kansas Unencumbered Cash Balance - All Funds



## City of Rozel, Kansas Unencumbered Cash Balances - Selected Funds

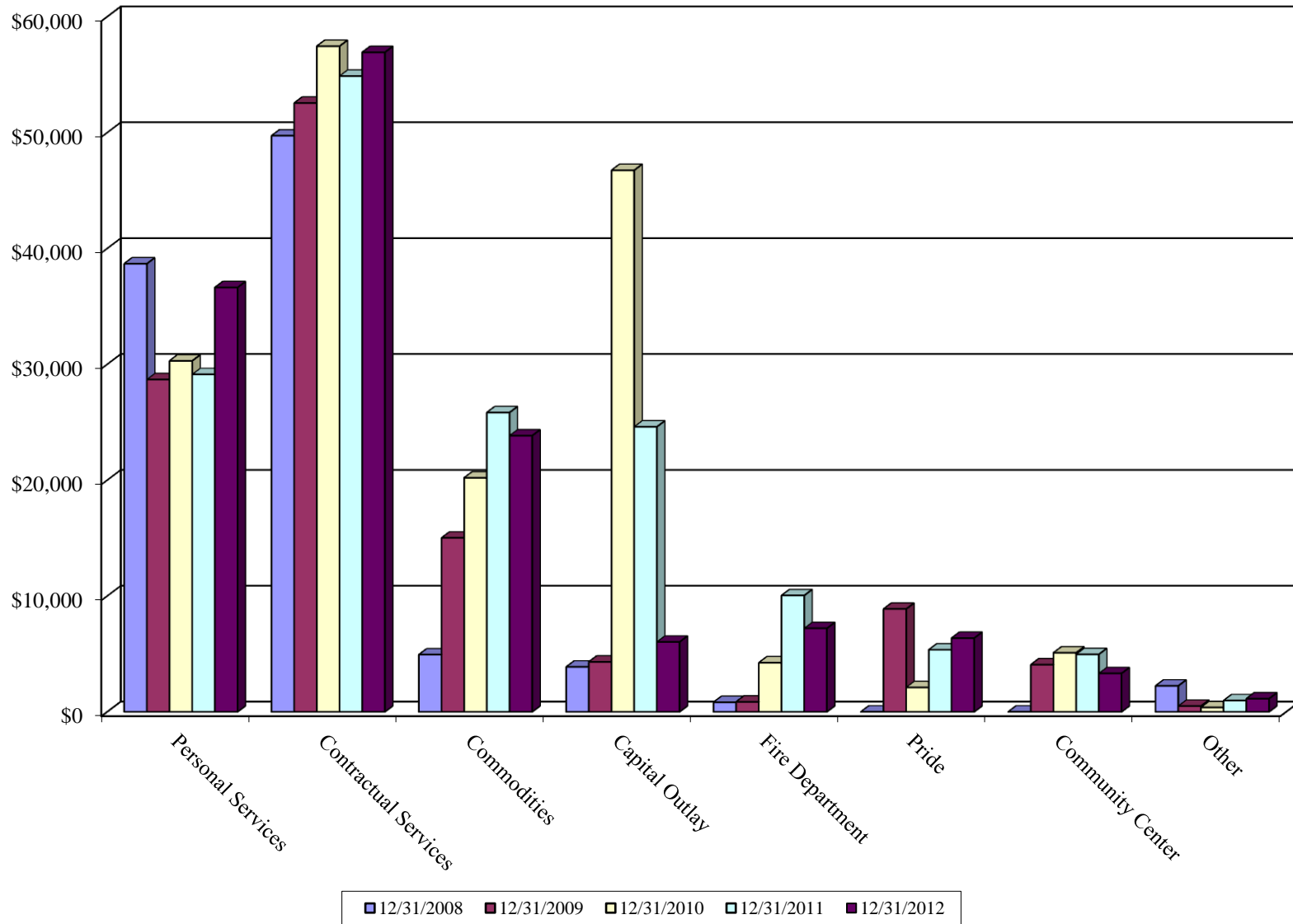


## City of Rozel, Kansas General Fund Revenues

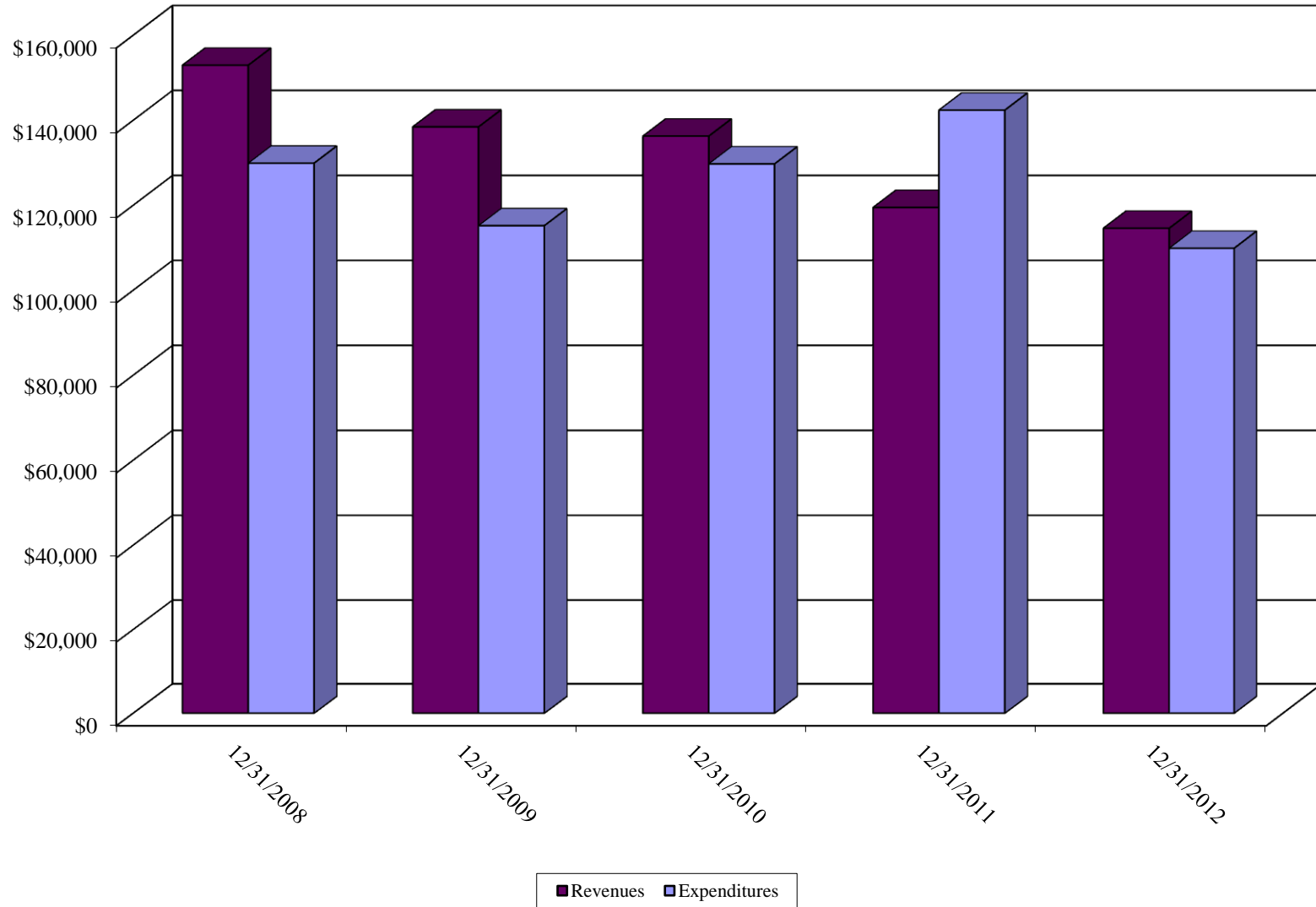




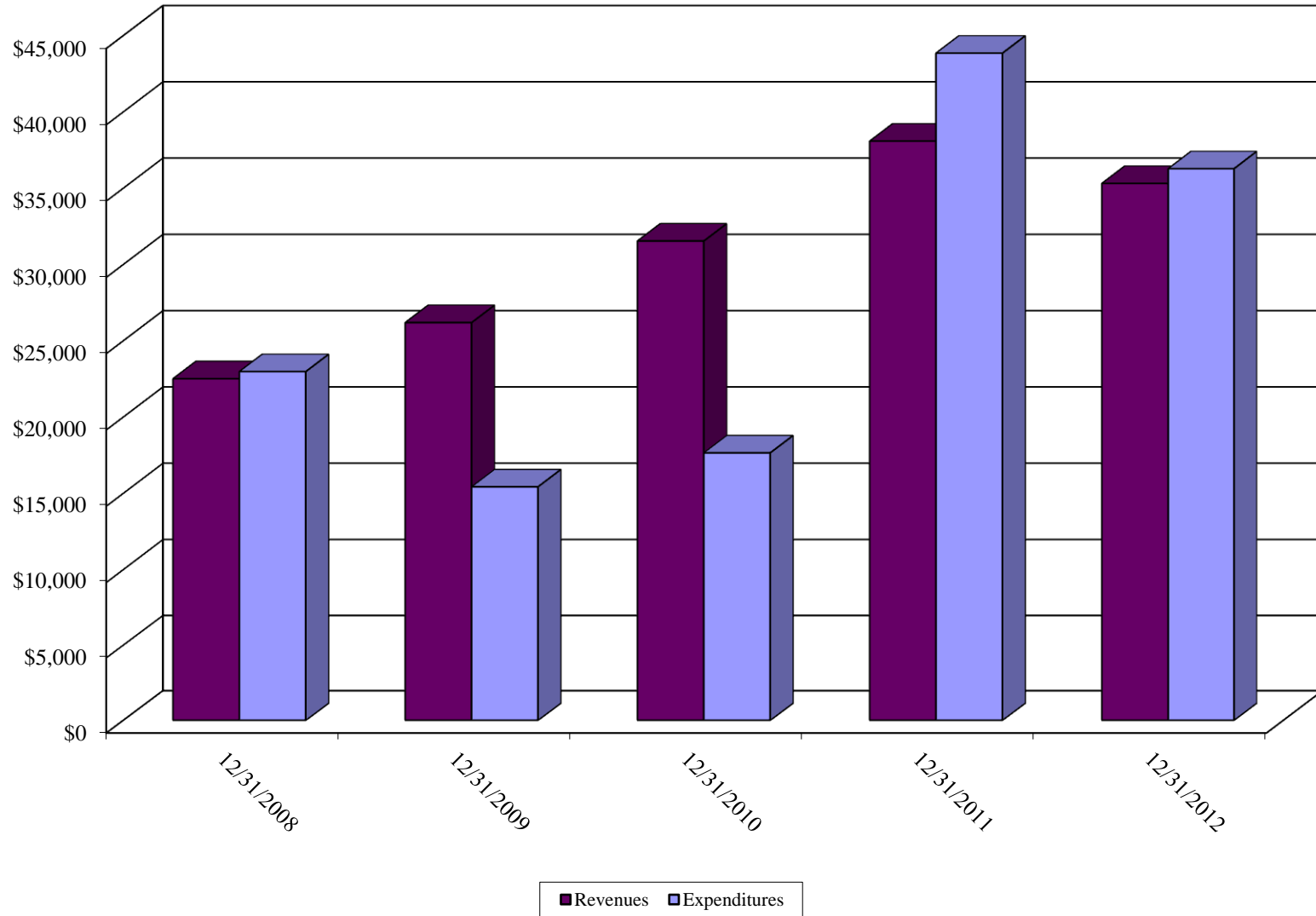
## City of Rozel, Kansas General Fund Expenditures



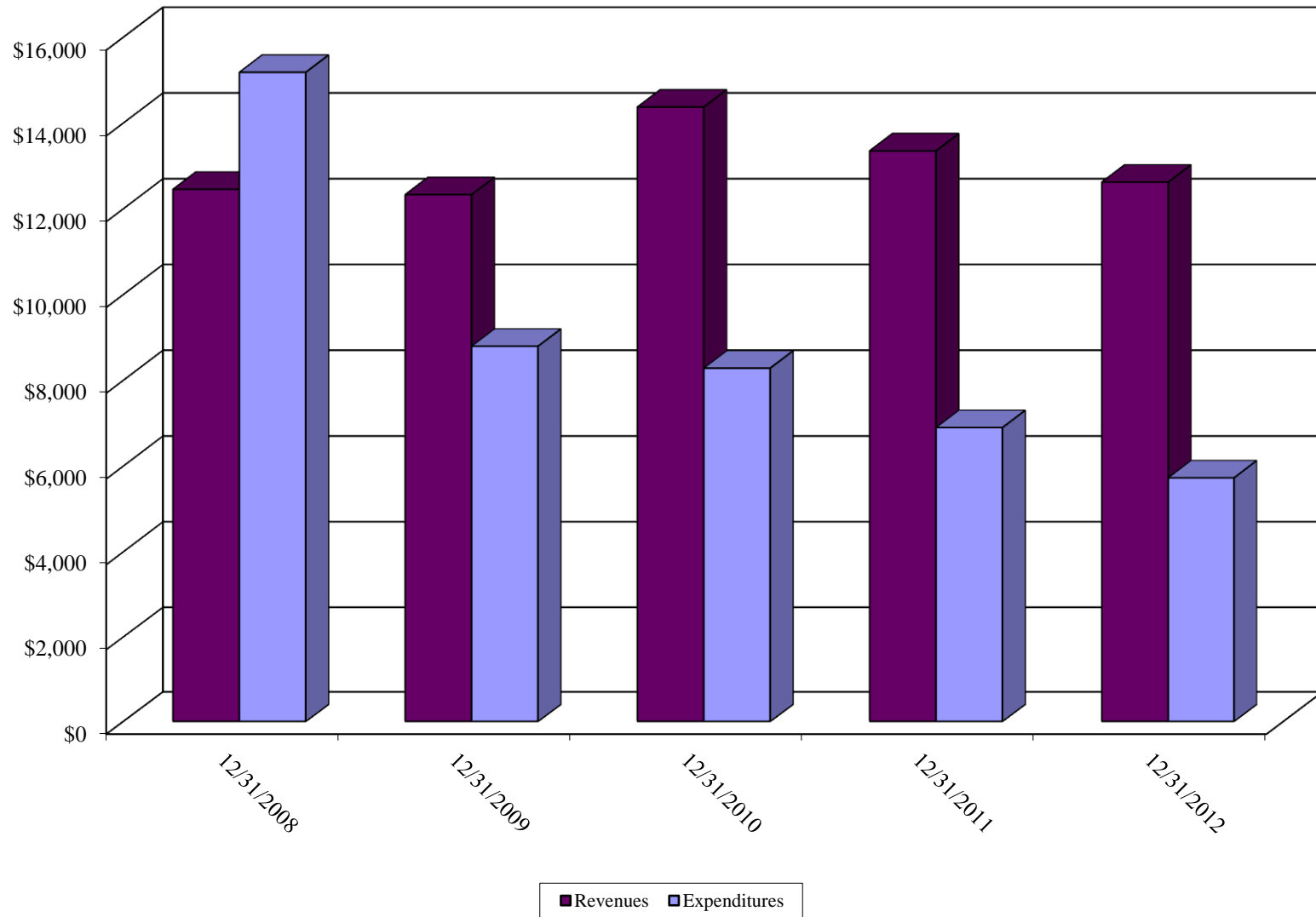
**City of Rozel, Kansas  
Gas Fund  
Revenues vs. Expenditures**



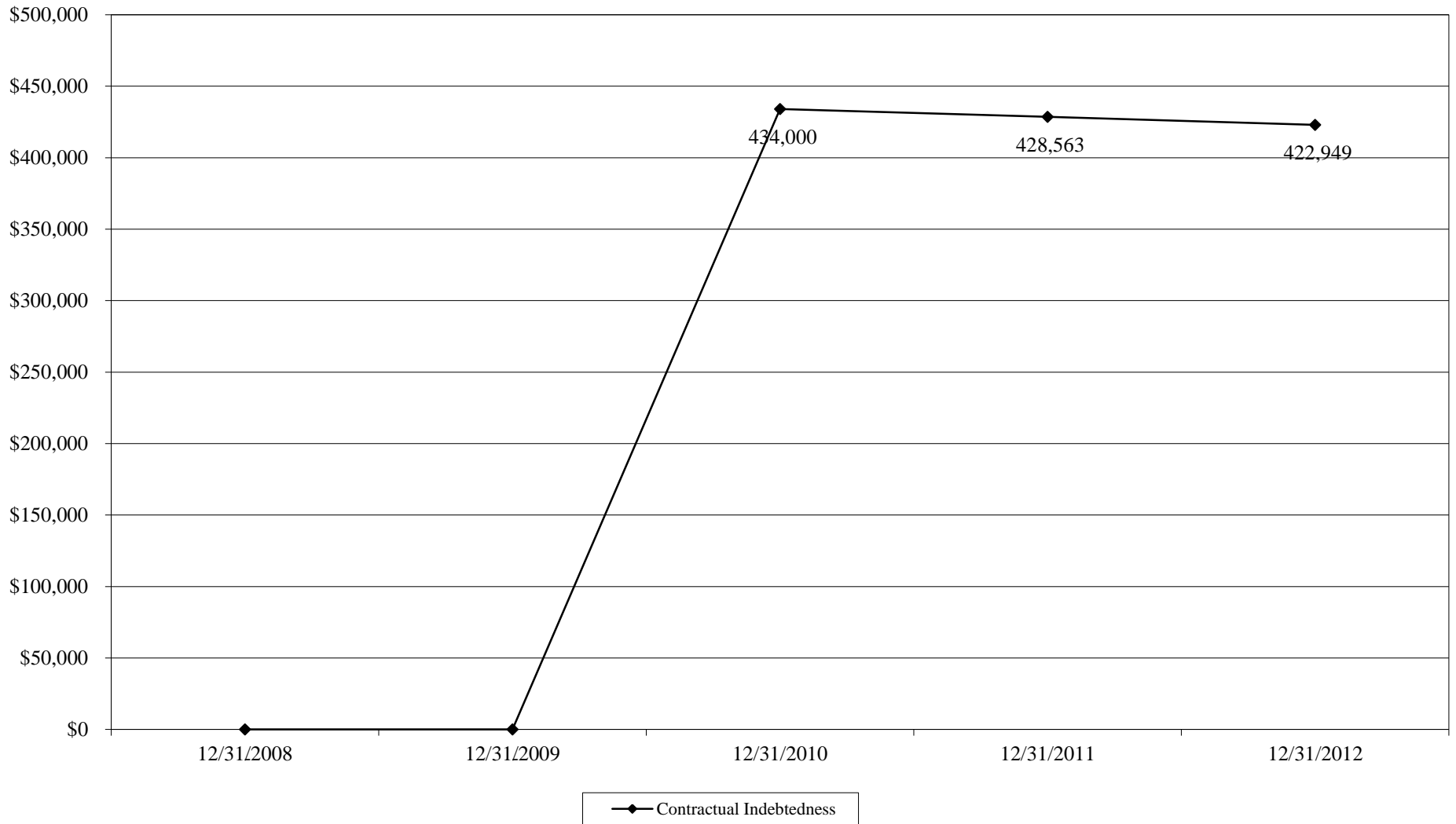
**City of Rozel, Kansas  
Water Fund  
Revenues vs. Expenditures**



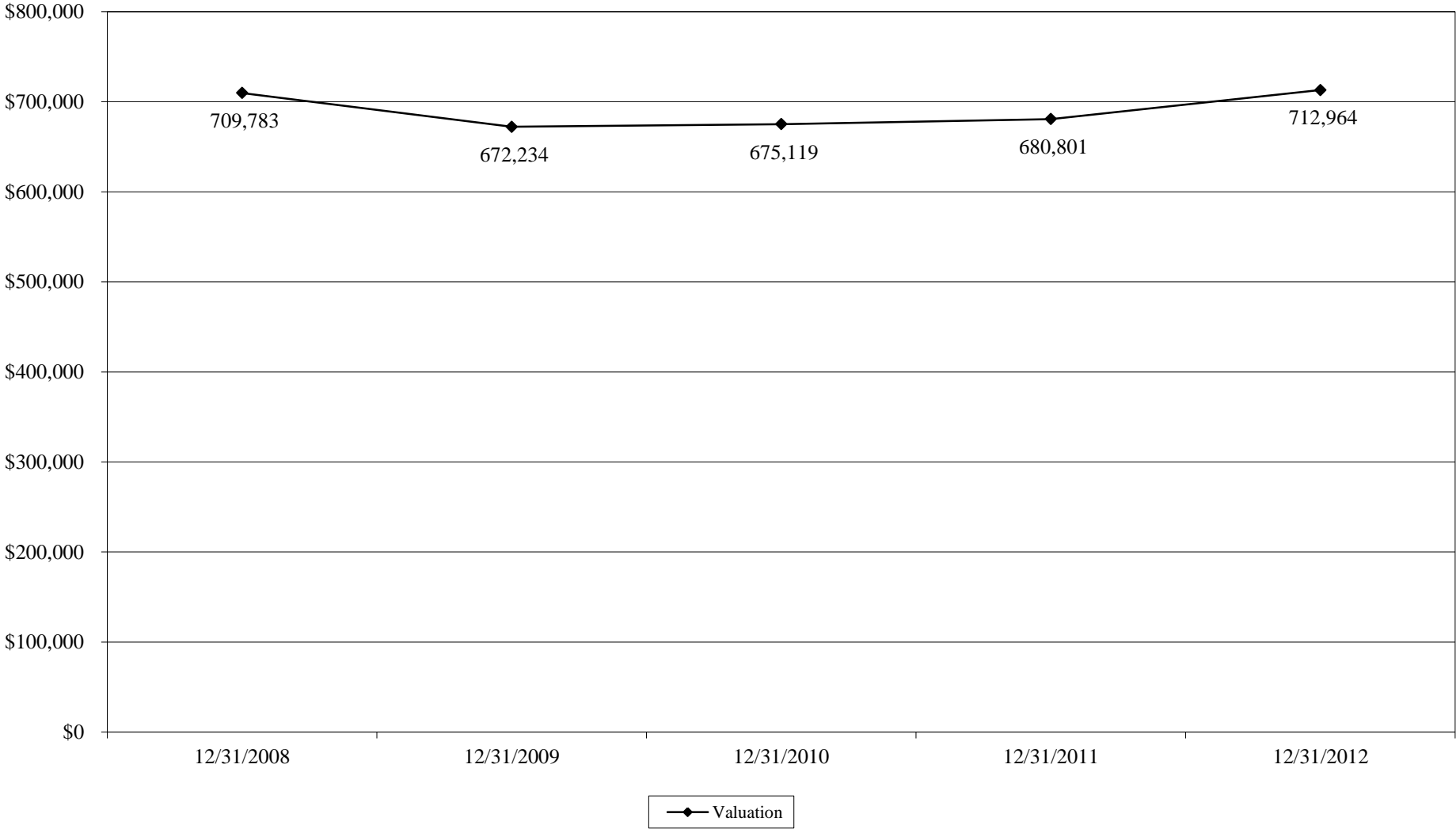
**City of Rozel, Kansas  
Sewer Fund  
Revenues vs. Expenditures**



## City of Rozel, Kansas Contractual Indebtedness



# City of Rozel, Kansas Valuation



# City of Rozel, Kansas Mill Rate

